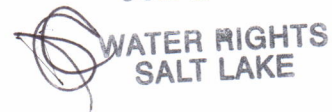


RECEIVED

JUL 27 2001



July 25, 2001

Grant White
Trout of Paradise
399 West 9000 South
Paradise, Utah 84328

Dear Grant;

I meet with Lee Sims and Bob Fatheringham from the Utah Department of Natural Resources, Division of Water Rights Wednesday, July 25, 2001 on your property to discuss the Obray Spring Stream Ditch.

The way we are interpreting the Water Rights in this ditch is that there is a total of 2.0 c.f.s. under the Water Right numbers, 25-2015 (Clifford Obray), 25-826 (Dawayne Richman) and 25-365 (Paradise Springs Ranch, LLC). Under Water Right No. 25-1872 (Trout of Paradise) there is a 1.0 c.f.s. right. The flow originates from the springs on your property along the east bench above your alfalfa fields. The Rights as interpreted are for up to a maximum of 2.0 c.f.s. for the three users listed above and 1.0 c.f.s. for your right. In other words, their flows are two thirds of the spring stream and yours is for one third. The water from the Obray springs needs to flow through the east channel on your property and evidentially, under the County Road and continue north to be of beneficial use to the above listed Water Rights. This typically is a low flow scenario. The exception is for the 0.33 c.f.s. 1887 priority flows that they are entitled to when the stream flows in the Little Bear River are at or above 109.75 c.f.s.

Bob Fatheringham is going to inform Greg Richman and Richard Nielsen that they need to install a measuring devise on the north side of the County Road in the Obray Ditch so that the flows can be accurately monitored and controlled. They are also going to be informed that it will be their responsibility to keep the gates, pipes and diversions structures that are on the north end of your property cleaned to maintain these flows.

To help in the monitoring of the Little Bear River flows that go through your property, I am requesting that you install a measuring devise at the inlet into your property and a measuring device at the outlet to ensure that the flows leaving your property are equal to or above that coming in.

I trust this is satisfactory. If you have any questions or comments, please call.

Respectfully,

A handwritten signature in black ink, appearing to read "K. Greg Hansen".

K. Greg Hansen, P.L.S.
Little Bear River Water Commissioner
cc. Lee Sims
Bob Fatheringham

*Little Bear River
Correspondence.*